

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1424-01  
Bill No.: HB 655  
Subject: Motor Vehicles; Licenses - Driver's; Revenue Department  
Type: Original  
Date: March 11, 2013

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Bill Summary: This proposal allows temporary motorcycle instruction permit holders to renew such permits only two additional times and applies permit restrictions to all holders, regardless of age.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Highway Fund		(Less than \$100,000)	(Less than \$100,000)
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>(Less than \$100,000)</b>	<b>(Less than \$100,000)</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 7 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Local Government</b>	<b>\$0</b>	<b>(Less than \$100,000)</b>	<b>(Less than \$100,000)</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Public Safety - Missouri Highway Patrol** and **Department of Transportation** each assume the proposal will have no fiscal impact on their respective organizations.

### § 302.132.2

An applicant issued a temporary motorcycle instruction permit may renew the permit two additional times, for a total maximum permit period of eighteen months.

Officials from the **Department of Revenue - Driver License Bureau (DLB)** state the proposed changes will be required:

- Draft updates to website information;
- Update office procedures;
- Update the Missouri Motorcycle Operator's Manual and Missouri Driver Guide (on-line and printed versions); and
- Develop change requirement documents for the Missouri Electronic Driver License issuance system to define number of renewals allowed for a temporary motorcycle permit.

It is assumed these changes will be included upon next review and reorder and will not require additional costs for destruction of the prior manuals and reissuance of updated manual.

Administrative Analyst -	120 hrs @ \$24 (1 ½) per hr =	\$2,880
Management Analyst Specialist II -	160 hrs @ \$23 per hr =	\$3,680
Revenue Band Manager -	40 hrs @ \$30 per hr =	<u>\$1,200</u>
	<b>Total =</b>	<b>\$7,760</b>

Personnel costs for the Personnel Services Bureau (PSB) for updating of DLB related forms, procedures and manuals and updating of web site information related to the motorcycle permit.

Administrative Analyst III	20 hrs@ \$22 per hr =	\$ 440
2 Management Analysis Specialist I -	80 hrs@ \$21 per hr =	<u>\$1,680</u>
	<b>Total =</b>	<b>\$2,120</b>

ASSUMPTION (continued)

OA-ITSD staff will need to make programming changes to the Missouri Driver License and Missouri Electronic Driver License systems.

The IT portion of the fiscal impact is estimated with a level of effort valued at \$2,164 calculated on 80 FTE hours.

It is unknown as to how many fewer renewals the Department will process as a result of this legislation. Any decrease in revenue (\$1 per renewal) will be a loss to highways, cities and counties. Decreased renewals (if any) would not happen until eighteen months after the effective date of this proposal or FY 2015.

In summary, DOR assumes a cost of \$12,044 (\$7,760 + \$2,120 + \$2,164) in FY 2014 to provide for the implementation of the changes in this proposal for this section.

**Oversight** assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

§ 302.132.3

The proposed language modifies the motorcycle restriction provisions to apply permit restrictions to all motorcycle permit holders regardless of age. The proposed language would also remove the engine displacement limit for persons holding a motorcycle permit and would remove the travel restriction.

Officials from the **Department of Revenue - Driver License Bureau (DLB)** state the proposed changes will be required:

- Draft updates to website information;
- Update office procedures;
- Update the Missouri Motorcycle Operator's Manual and Missouri Driver Guide (on-line and printed versions); and

It is assumed these changes will be included upon next review and reorder and will not require additional costs for destruction of the prior manuals and reissuance of updated manual.

ASSUMPTION (continued)

Administrative Analyst -	20 hrs @ \$24 (1 ½) per hr =	\$480
Management Analyst Specialist II -	20 hrs @ \$23 per hr =	\$460
Revenue Band Manager -	10 hrs @ \$30 per hr =	<u>\$300</u>
<b>Total = \$1,240</b>		

Personnel costs for the for updating of DLB related forms, procedures and manuals and updating of web site information related to the motorcycle permit.

Administrative Analyst III	20 hrs@ \$22 per hr =	\$440
2 Management Analysis Specialist I -	80 hrs@ \$21 per hr =	<u>\$1,680</u>
<b>Total = \$2,120</b>		

In summary, DOR assumes a cost of \$3,360 (\$1,240 + \$2,120) in FY 2014 to provide for the implementation of the changes in this proposal in this section.

**Oversight** assumes DOR is provided with core funding to handle a certain amount of activity each year. Oversight assumes DOR could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, DOR could request funding through the appropriation process.

Officials from the **Department of Transportation** did not respond to our request for fiscal impact.

**Oversight** assumes the fiscal impact of this proposal will be (Less than \$100,000).

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
<b>HIGHWAY FUND</b>			
<u>Loss - DOR</u>	<u>\$0</u>	(Less than	(Less than
Reduced Renewal Fees		<u>\$100,000)</u>	<u>\$100,000)</u>
 <b>ESTIMATED NET EFFECT TO THE HIGHWAY FUND</b>	 <u><b>\$0</b></u>	 <u><b>(Less than \$100,000)</b></u>	 <u><b>(Less than \$100,000)</b></u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
<b>CITIES AND COUNTIES</b>			
<u>Loss - Cities</u>			
Reduced Renewal Fees	\$0	(Less than \$100,000)	(Less than \$100,000)
<u>Loss - Counties</u>			
Reduced Renewal Fees	<u>\$0</u>	(Less than <u>\$100,000</u> )	(Less than <u>\$100,000</u> )
<b>ESTIMATED NET EFFECT TO CITIES AND COUNTIES</b>	<b><u>\$0</u></b>	<b><u>(Less than \$100,000)</u></b>	<b><u>(Less than \$100,000)</u></b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This proposal allows a person who has been issued a temporary motorcycle instruction permit to renew the permit two additional times for a total maximum period of 18 months. Currently, specified restrictions are placed on temporary motorcycle instruction permit holders who are under 16 years of age. The proposal makes the specified restrictions apply to every permit holder regardless of age and repeals the restrictions regarding the limitation on the engine size and an operator not being able to travel more than 50 miles from the operator's home address.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue  
Department of Public Safety  
Department of Transportation

A handwritten signature in black ink, appearing to read "Ross Strobe".

Ross Strobe  
Acting Director  
March 11, 2013